



STATE OF UTAH  
NATURAL RESOURCES  
Oil, Gas & Mining

Norman H. Bangerter, Governor  
Dee C. Hansen, Executive Director  
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September 18, 1986

CERTIFIED RETURN RECEIPT REQUESTED  
(P 402 458 657)

Mr. John Kuppe  
Vice President of Finance  
Kerley Industries  
Santo Tomas Route Box 73  
Sahuarita, Arizona 85629

Dear Mr. Kuppe:

Re: Update of Reclamation Bond, Kerley Industries, Inc., Silver Reef Mine, ACT/053/022, Washington County, Utah

Pursuant to correspondence between yourself and the Division of Oil, Gas and Mining dated June 12, 1986, you will recall that the Division has requested an update of the reclamation bond (revised to \$61,728.00, 1987 dollars) in a letter outlining future activities for the Silver Reef Mine and approval of a mining and reclamation plan (MR-1 Form). The June 12, 1986 letter requested posting of a bond by July 1, 1986 and updating the mine status report by July 1, 1986.

No information has been received in this regard at this time. Therefore, the Division orders reclamation of the Silver Reef Mine site within 60 days of the date of this letter. If the parties responsible for the reclamation of this mine site have not conducted this activity within 60 days of receipt of this letter, the Division will approach the Board of the Division of Oil, Gas and Mining requesting bond forfeiture and reclamation by the State of Utah.

Should additional information with regard to the above be required, please contact the undersigned or Mr. Ken May, the Associate Director of Mining.

Sincerely,

Lowell P. Braxton, Administrator  
Mineral Resource Development and  
Reclamation Program

djh

cc: K. May

B. Roberts

P. Grubaugh-Littig

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